



General Assembly

January Session, 2007

***Proposed Bill No. 5344***

LCO No. 741

Referred to Committee on Banks

Introduced by:  
REP. HARKINS, 120<sup>th</sup> Dist.

***AN ACT CONCERNING REFERRAL FEES FOR MORTGAGE SERVICES RENDERED OR RECEIVED.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 That the general statutes be amended to require the Department of
- 2 Banking, in consultation with the Department of Consumer Protection,
- 3 to adopt regulations, in accordance with chapter 54 of the general
- 4 statutes, to require both mortgage brokers and real estate agents to
- 5 attach to any mortgage documents at closing a disclosure that they are
- 6 neither giving nor receiving any referral fee or any other form of
- 7 compensation or remuneration for mortgage services rendered or
- 8 received. Failure to provide such disclosure shall be a basis for
- 9 revocation of any license to provide such services.

***Statement of Purpose:***

To prevent mortgage brokers from giving and real estate agents from receiving any fee, compensation or remuneration for referring business to each other.